

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF DELTA)	CASE NO. 99-176-K
NATURAL GAS COMPANY, INC.)	

ORDER

On December 27, 1999, in Case No. 99-176, the Commission approved rates for Delta Natural Gas Company, Inc. ("Delta") and provided for their further adjustment in accordance with Delta's gas cost adjustment ("GCA") clause.

On September 27, 2001, Delta filed its GCA to be effective November 1, 2001.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Delta's notice includes revised rates designed to pass on to its customers its expected decrease in wholesale gas costs. Delta's expected gas cost ("EGC") is \$4.0962 per Mcf, which is \$1.0585 per Mcf less than the previous EGC of \$5.1547.
2. Delta's notice sets out no current refund adjustment ("RA"). The total RA of 1.49 cents per Mcf includes refund adjustments from prior periods.
3. Delta's notice sets out a current quarter actual adjustment ("AA") of (48.64) cents per Mcf. The total AA of \$1.3019 is 46.71 cents per Mcf less than the previous total AA.
4. Delta's notice sets out a balance adjustment ("BA") of 10.9 cents per Mcf, which is \$1.4496 per Mcf more than the previous BA.

5. Delta's GCA is \$5.4922 per Mcf, which is 7.6 cents per Mcf less than the previous GCA of \$5.5682.

6. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for final meter readings by Delta on and after November 1, 2001.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after November 1, 2001.

2. Within 20 days of the date of this Order, Delta shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 26th day of October, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-176-K DATED OCTOBER 26, 2001

The following rates and charges are prescribed for the customers in the area served by Delta Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATE SCHEDULES

AVAILABILITY

Available for general use by residential, commercial, and industrial customers.

RATES

	<u>Base Rate</u>	plus	<u>Gas Cost Recovery Rate</u>	equals	<u>Total Rate</u>
Residential					
Monthly Service Charge	\$ 8.00				
All Mcf	\$3.6224		\$5.4922		\$ 9.1146
Small Non-Residential					
Monthly Service Charge	\$ 17.00				
First 200 Mcf	3.6224		5.4922		\$ 9.1146
Next 800 Mcf	2.4000		5.4922		7.8922
Over 1,000 Mcf	2.0495		5.4922		7.5417
Large Non-Residential					
Monthly Service Charge	\$ 50.00				
First 200 Mcf	\$ 3.6224		\$ 5.4922		\$ 9.1146
Next 800 Mcf	2.0063		5.4922		7.4985
Next 4,000 Mcf	1.3190		5.4922		6.8112
Next 5,000 Mcf	.9190		5.4922		6.4112
Over 10,000 Mcf	.7190		5.4922		6.2112

Interruptible

Monthly Service Charge	\$	250.00		
First 1,000 Mcf	\$	1.6000	\$5.4922	\$ 7.0922
Next 4,000 Mcf		1.2000	5.4922	6.6922
Next 5,000 Mcf		.8000	5.4922	6.2922
Over 10,000 Mcf		.6000	5.4922	6.0922